

Senator Cobb: It has become clear in discussions with the Federal Folks that there is an issue with the moratorium on the IGT rules and it is likely that the President will veto the moratorium which will mean that the \$1.6 million contingency funds are even more important to keep in place as the likelihood that the IGT program will be in jeopardy is great.

Nursing Facility Funding from IGT and Provider Taxes

Per Senator Cobb Request

Friday, April 20, 2007

Nursing Facility Provider Taxes included in NF Base Funding

NOTES:

Tax is assessed at \$8.50 per occupied day in nursing facility from all payors.

Tax leverages funds that are used in the nursing facility program and matched against medicaid at FMAP

\$2.80 is included in the nursing facility base budget as GF matched against medicaid fmap

\$5.50 is included in the nursing facility base budget as State Special Revenue and matched against medicaid

| | TAX | Projected Taxable Days | Tax Revenue | FMAP | Total Funds | Federal Funds |
|------------------|---------------|---------------------------|---------------------|--------|---------------------|---------------------|
| In Base as GF | \$2.80 | 1,960,000 | \$5,488,000 | 0.3164 | \$17,345,133 | \$11,857,133 |
| In Base as SSR | \$5.50 | 1,960,000 | \$10,760,000 | 0.3164 | \$34,070,796 | \$23,290,796 |
| Total Tax | \$8.30 | 1,960,000 | \$16,268,000 | | \$51,415,929 | \$35,147,929 |

Nursing Facility Intergovernmental Fund Transfers

NOTES:

\$600,000 funds the nursing facility base budget as SSR

\$1,000,000 funds the community services/personal assistance program base budget s SSR

Local county funds are leveraged for payments to county affiliated nursing facilities

Local county funds are leveraged for payments to non county affiliated nursing facilities

IGTs are generally at a 2 for 1 dollar rate where county affiliated receive 2 times as much on a per day basis as noncounty facilities

Nursing Facility Intergovernmental Fund Transfers That Fund Base Programs

| | Base Funds SSR | FMAP | Total Medicaid In Base Budget | Federal Funds |
|-------------------|-------------------|--------|----------------------------------|---------------|
| In NF Base | \$600,000 | 0.3164 | \$1,896,334 | \$1,296,334 |
| In Community Base | \$1,000,000 | 0.3164 | \$3,160,556 | \$2,160,556 |

Nursing Facility Intergovernmental Fund Transfers Funding IGT Additional Payments

| Estimated for FY 2008 | SSR | FMAP | Total Medicaid | Federal Funds |
|-------------------------|--------------------|--------|--------------------|--------------------|
| County Facility IGT | \$2,047,497 | 0.3164 | \$6,471,229 | \$4,423,732 |
| Non County Facility IGT | \$1,025,000 | 0.3164 | \$3,239,570 | \$2,214,570 |
| Total IGT | \$3,072,497 | | \$9,710,800 | \$6,638,303 |